

COMMODITY DAILY REPORT (AGRI)

25th January, 2021

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	29-Jan-21	1157.00	Sideways	27.11.20	1183.25	-

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Coriander (Apr)	20-Apr-21	6078.00	Down	02.11.20	6752.00	6400.00
Coriander (May)	20-May-21	6000.00	Sideways	20.01.21	6060.00	-
Jeera (Mar)	19-Mar-21	13235.00	Down	26.11.20	13785.00	13700.00
Jeera (Apr)	20-Apr-21	13235.00	Down	26.11.20	13995.00	13500.00
Turmeric (Apr)	20-Apr-21	6228.00	Up	11.01.21	6198.00	5950.00
Turmeric (May)	20-May-21	6294.00	Up	11.01.21	6174.00	5970.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Jan)	29-Jan-21	918.80	Down	19.01.21	924.00	960.00
CPO (Feb)	26-Feb-21	918.00	Down	19.01.21	917.50	960.00
Ref. soy oil (Feb)	19-Feb-21	1050.60	Down	19.01.21	1081.80	1140.00
Ref. soy oil (Mar)	19-Mar-21	1045.10	Down	19.01.21	1111.10	1160.00
RM Seed (Feb)	19-Feb-21	5602.00	Sideways	13.01.20	5717.00	-
RM Seed (Apr)	20-Apr-21	5045.00	Sideways	15.01.21	6003.00	-
Soybean (Feb)	19-Feb-21	4540.00	Up	23.12.20	4478.00	4430.00
Soybean (Mar)	19-Mar-21	4524.00	Up	23.12.20	4491.00	4435.00
Castor seed (Feb)	19-Feb-21	4410.00	Down	26.11.20	4618.00	4560.00
Castor seed (Mar)	19-Feb-21	4464.00	Down	26.11.20	4654.00	4550.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (Mar)	19-Mar-21	4518.00	Sideways	04.01.20	4635.00	-
Chana (Apr)	20-Apr-21	4502.00	Sideways	04.01.20	4560.00	-
Cotton (Jan)	29-Jan-21	21090.00	Sideways	21.12.20	20300.00	-
Cotton (Feb)	26-Feb-21	21380.00	Sideways	21.12.20	20020.00	-
Cocud (Feb)	19-Feb-21	2104.00	Sideways	04.01.20	2117.00	-
Cocud (Mar)	19-Mar-21	2131.00	Sideways	04.01.20	2087.00	-
Guar seed (Feb)	19-Feb-21	3985.00	Down	18.11.20	3987.00	4085.00
Guar seed (Mar)	19-Mar-21	4032.00	Down	18.11.20	3945.00	4065.00
Gur (Feb)	19-Feb-21	1078.50	Sideways	22.01.21	1078.50	-
Gur (Mar)	19-Mar-21	1084.00	Sideways	22.01.21	1084.00	-
Mentha oil (Jan)	29-Jan-21	962.00	Sideways	18.11.21	977.80	-
Mentha oil (Feb)	26-Feb-21	973.60	Sideways	19.01.21	982.90	-
Rubber (Feb)	29-Jan-21	15131.00	Sideways	22.01.21	15131.00	-
Rubber (Mar)	26-Feb-21	15362.00	Sideways	22.01.21	15362.00	-

**One has to follow the trend and see the price only at closing. This is not for Intra day trading.

Market Update

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cardamom	Vandanmendu	1646.00	1650.00	-0.24
Coriander	Kota	5929.00	5929.00	0.00
Jeera	Unjha	13100.00	12963.20	1.06
Turmeric	Nizamabad	6000.00	5931.80	1.15

Spices

Turmeric futures (Apr) is looking bullish and lower level buying is recommended in this commodity as it has the potential to test 6300-6400. According to the traders of the spot markets, turmeric prices are holding up in primary agricultural markets on pick up in demand and fears of lower production this year. During the 2019-20 season (July-June), India's turmeric production was estimated at 9.46 lakh tonnes compared to 9.61 lakh tonnes the previous year, despite the area under the crop rising by 4,000 hectares to 2.57 lakh hectares. The turmeric crop has begun arriving in Telangana and Andhra Pradesh since early this month, while it will start in other parts of the country in a month's time. Exports have helped turmeric prices gain. Jeera futures (Mar) is expected to consolidate in the range of 13100-13400. On the spot market, all the jeera varieties are quoting steady. Traders are focusing on the ongoing sowing in Gujarat. The weather conditions remain supportive and traders are keeping out of buying large quantities in wholesale markets ahead of new arrivals from next month. Dhaniya futures (Apr) may facing resistance near 6150 since past two weeks, with upside getting capped and a similar trend can be seen in days to come. Coriander crop arrivals are picking pace in mandis of Rajasthan, Gujarat and Madhya Pradesh. The new crop has a moisture content of 12-14%, due to which it is priced at Rs 5000 - 5500 per quintal. Prices are weighed upon by new coriander arrivals in Uttar Pradesh as well. Demand from South Indian spice millers is under wait-and-watch mode in mandis of Rajasthan.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	919.00	932.40	-1.44
RM Seed	Jaipur	6165.55	6169.65	-0.07
Refined Soy oil	Mumbai	1106.65	1119.80	-1.17
Soybean	Indore	4625.00	4646.00	-0.45

Oilseeds

Further selling can be seen in soybean futures (Feb) and likely to test 4500-4470 owing to lack of demand from poultry sector due to outbreak of birdflu and also bearish sentiments on CBOT. In India, Avian flu has significant economic impact. When chicken prices crash, they tend to bring down maize and soybean meal prices too. Chicago soybean futures poised for its first weekly decline in more than a month, as rains in South American key growing areas improved crop yield prospects and assuaged worries about global supply. Argentine soybean planting sped forward over the last week, helped by rain that moistened fields parched by months of dry weather. The correction phase in edible oils is likely to get continued owing to lack of physical demand in the spot market and softness in oilseeds counters in both domestic and domestic market. Soy oil futures (Feb) can see downside level of 1040-1030, while CPO futures (Feb) may fall towards 910-900. Malaysian palm oil futures (Apr) is declining on tepid January exports and weak prices of rival soyoil weighing on sentiment. The market is expected to remain on a downtrend until we see an improvement in demand from big buyers such as China and India. RM Seed futures (Feb) is expected to hold the support near 5550. Upward trend is intact in spot market of Rajasthan and other producing states as millers and processors rushing for buying at lower prices. The sentiments are positive as millers and processors were buying the oil seed to fill up their stocks. They need to maintain their stock for regular crushing operation. New crop will take some time to hit the market.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2114.10	2086.75	1.31
Cotton	Kadi	21034.85	20891.45	0.69
Chana	Delhi	4500.00	4465.00	0.78
Wheat	Delhi	1975.00	1972.90	0.11

Other Commodities

Cotton futures (Feb) is likely to take support near 21240 owing to bullish fundamentals prevailing in both the domestic as well as on the international market. The Cotton Corporation of India (CCI) plans to export at least 10 lakh bales of cotton during the current season. The governments of India and Bangladesh are expected to sign a memorandum of understanding in this regard. ICE cotton futures rose to more than a two-year high on the back of a weaker dollar. Lower level buying would be suggested in guar seed and guar gum as both of these commodities have come out of the long consolidation phase showing bullish moves and in days to come can test 4050 and 6350 levels respectively. There are hopes for better demand for crude oil grade guar gum powder after change in US presidency. US president Joe Biden may discourage chemical usage in crude oil and gas exploration as per his new policy for climate protection. It is expected that crude oil and gas companies will shift to guar gum so demand will pick up. Rubber futures (Feb) is expected to take support near 15000 and trade steady taking positive cues from the spot markets. RSS 4 was quoted steady at Rs.153 per kg by traders and the Rubber Board. The trend was partially mixed as Latex improved mainly on enquiries from the general rubber goods sector. Meanwhile, Kerala's move to incentivise rubber growers by increasing the support price to Rs.170 per kg from Rs.150 in the State Budget for 2021-22 will provide some respite to small and marginal farmers, who are reeling under high cost of production, stakeholders.

Vandana Bharti (AVP - Commodity Research)
Subhranil Dey Sr. Research Analyst (Agro)

Boardline : 011-30111000 Extn: 625
Boardline : 011-30111000 Extn: 674

vandanabharti@smcindiaonline.com
subhranildey@smcindiaonline.com

E-mail: smc.care@smcindiaonline.com



Moneywise. Be wise.

Corporate Office:

11/6B, Shanti Chamber,
Pusa Road, New Delhi - 110005
Tel: +91-11-30111000
www.smcindiaonline.com

Mumbai Office:

Lotus Corporate Park, A Wing 401 / 402, 4th Floor,
Graham Firth Steel Compound, Off Western
Express Highway, Jay Coach Signal, Goreagon
(East) Mumbai - 400063
Tel: 91-22-67341600, Fax: 91-22-67341697

Kolkata Office:

18, Rabindra Sarani, Poddar Court, Gate No-4,
5th Floor, Kolkata-700001
Tel.: 033 6612 7000/033 4058 7000
Fax: 033 6612 7004/033 4058 7004

SMC Global Securities Ltd. (hereinafter referred to as "SMC") is regulated by the Securities and Exchange Board of India ("SEBI") and is licensed to carry on the business of broking, depository services and related activities. SMC is a registered member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, MSEI (Metropolitan Stock Exchange of India Ltd.) and M/s SMC Comtrade Ltd is a registered member of National Commodity and Derivative Exchange Limited and Multi Commodity Exchanges of India and other commodity exchanges in India. SMC is also registered as a Depository Participant with CDSL and NSDL. SMC's other associates are registered as Merchant Bankers, Portfolio Managers, NBFC with SEBI and Reserve Bank of India. It also has registration with AMFI as a Mutual Fund Distributor.

SMC is a SEBI registered Research Analyst having registration number INH100001849. SMC or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities/commodities market.

The views expressed by the Research Analyst in this Report are based solely on information available publicly available/internal data/ other reliable sources believed to be true. SMC does not represent/ provide any warranty expressly or impliedly to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any investment decision. The research analysts who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the subject commodity.

DISCLAIMER: This Research Report is for the personal information of the authorized recipient and doesn't construe to be any investment, legal or taxation advice to the investor. It is only for private circulation and use. The Research Report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. No action is solicited on the basis of the contents of this Research Report. The Research Report should not be reproduced or redistributed to any other person(s) in any form without prior written permission of the SMC. The contents of this material are general and are neither comprehensive nor inclusive. Neither SMC nor any of its affiliates, associates, representatives, directors or employees shall be responsible for any loss or damage that may arise to any person due to any action taken on the basis of this Research Report. It does not constitute personal recommendations or take into account the particular investment objectives, financial situations or needs of an individual client or a corporate/s or any entity/s. All investments involve risk and past performance doesn't guarantee future results. The value of, and income from investments may vary because of the changes in the macro and micro factors given at a certain period of time. The person should use his/her own judgment while taking investment decisions.

Please note that SMC its affiliates, Research Analyst, officers, directors, and employees, including persons involved in the preparation or issuance of this Research Report: (a) from time to time, may have long or short positions in, and buy or sell the commodity thereof, mentioned here in or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodities discussed herein(c) may have any other potential conflict of interest with respect to any recommendation and related information and opinions. All disputes shall be subject to the exclusive jurisdiction of Delhi High court. All disputes shall be subject to the exclusive jurisdiction of Delhi High court.